LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **SEPTEMBER 28, 2005**, upon the application of **NADEL & GUSSMAN**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A and the Lower Hosston Formation, in the Lisbon Field, Claiborne Parish, Louisiana.

- 1. To create one (1) additional drilling and production unit for the exploration for and the production of gas and condensate for the Cotton Valley Formation, Reservoir A, to be designated CV RA SUC.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage basis of participation.
- 3. To designate Nadel & Gussman, LLC as the operator of the proposed CV RA SUC and their Green No. 1 Well as the unit well, in exception to the spacing provisions of Office of Conservation Order No. 9-LL, effective May 13, 2003.
- 4. To less and except the Sexton Sand, as defined in Office of Conservation Order No. 9-R, effective December 12, 1969, from the Cotton Valley Formation, Reservoir A, as defined in Office of Conservation Order No. 9-LL, effective May 13, 2003, FOR AND ONLY FOR the proposed CV RA SUC.
- 5. To extend the provisions of Office of Conservation Order No. 9-LL, to the proposed CV RA SUC, except as in conflict herewith.
- 6. To designate the Nadel & Gussman, LLC Green No. 1 Well as the substitute unit well for the unit designated L HOSS SUJ, in exception to the spacing provisions of the 9-P Series of Office of Conservation Orders, such unit and well being shown on the plat submitted with the application.
- 7. To find that a substitute unit well is necessary to drain hydrocarbons from the Lower Hosston Formation, Reservoir A, in the L HOSS SUJ, that cannot be drained by any other well located therein.
- 8. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 9-LL, effective May 13, 2003. The Lower Hosston Formation, Reservoir A, was defined in Office of Conservation Order No. 9-P, effective February 1, 1966.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

- 6 -<u>LISBON FIELD</u> 05-1058 and 05-1059

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 8/23/05;8/26/05 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.